

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ARIZONA CORPORATION COMMISSION

MAR 15 2002

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

6

W-02467A  
GRANITE MOUNTAIN WATER COMPANY INC.  
P. O. BOX 450  
CHINO VALLEY AZ 86323-

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

*3-18-02 cm*

*5-16-02 cm*

SCANNED

15 MAY 2002

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Granite Mountain Water Co., Inc.</u>			
<b>Mailing Address</b> <u>P. O. Box 450</u>			
<small>(Street)</small>			
<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u>(928) 636-0547</u>	<u>(928) 636-0684</u>	<u>(928) 925-2122</u>	
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>dewey@leviehomes.com</u>			
<b>Local Office Mailing Address</b> <u>Same</u>			
<small>(Street)</small>			
<u></u>	<u></u>	<u></u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u></u>	<u></u>	<u></u>	
<small>Local Office Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u></u>			

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Dewey J. Levie</u>			
<small>(Name)</small>		<u>President</u>	
<small>(Title)</small>			
<u>501 N. Highway 89</u>	<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(928) 636-0547</u>	<u>(928) 636-0684</u>	<u>(928) 925-2122</u>	
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>dewey@leviehomes.com</u>			
<b>On Site Manager:</b> <u>Same</u>			
<small>(Name)</small>			
<u></u>	<u></u>	<u></u>	<u></u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u></u>	<u></u>	<u></u>	<u></u>
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u></u>			

**Statutory Agent:** Paul D. Levie

(Name)

501 N. Highway 89

Chino Valley

AZ

86323

(Street)

(City)

(State)

(Zip)

(928) 636-0420

Telephone No. (Include Area Code)

(928) 636-0684

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Same

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**

☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☒ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☐ **Association/Co op (A)**

☐ **Receivership (R)**

☐ **Limited Liability Company**

☐ **Other (Describe)** \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☐ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☐ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☐ **NAVAJO**

☐ **PIMA**

☐ **PINAL**

☐ **SANTA CRUZ**

☒ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

**COMPANY NAME** Granite Mountain Water Co., Inc.

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	110.13	66.42	43.71
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	57378.51	13451.96	43926.55
307	Wells and Springs	41223.19	16133.47	25089.72
309	Supply Mains	991.03	210.29	780.74
311	Pumping Equipment	74468.70	25694.66	48774.04
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	7325.00	4416.19	2908.81
331	Transmission and Distribution Mains	270788.98	102399.73	168389.25
333	Services	55852.90	11739.01	44113.89
334	Meters and Meter Installations	2547.30	830.41	1716.89
335	Hydrants	74.32	33.49	40.83
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	34997.50	7397.94	27599.56
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5000.00	979.17	4020.83
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	20.00	12.06	7.94
	<b>TOTALS</b>	<b>550777.56</b>	<b>183364.80</b>	<b>367412.76</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	110.13	5%	5.51
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	57378.51	5%	2868.93
307	Wells and Springs	41223.19	5%	2061.16
309	Supply Mains	991.03	5%	49.55
311	Pumping Equipment	74468.70	5%	3723.44
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	7325.00	5%	366.25
331	Transmission and Distribution Mains	270788.98	5%	13539.44
333	Services	55852.90	5%	2792.68
334	Meters and Meter Installations	2547.30	5%	127.37
335	Hydrants	74.32	5%	3.71
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	34997.50	5%	1749.88
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5000.00	5%	250.00
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	20.00	5%	1.00
	<b>TOTALS</b>	<b>550777.56</b>		<b>27538.92</b>

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

## BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 12,642.01	\$ 888.05
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	7,203.45	2,452.62
146	Notes/Receivables from Associated Companies	30.00	5,030.00
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 19,875.46	\$ 8,370.67
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 550,777.56	\$ 550,777.56
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation -- Utility Plant	155,822.21	183,364.80
121	Non-Utility Property		
122	Accumulated Depreciation -- Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 394,955.35	\$ 367,412.76
	<b>TOTAL ASSETS</b>	\$ 414,830.81	\$ 375,783.43

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

### BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	0.00	3000.00
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	800.00	550.00
236	Accrued Taxes	487.74	138.02
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 1287.74	\$ 3688.02
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	7875.00	8165.00
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
284	<b>TOTAL DEFERRED CREDITS</b> Other Deferred Cred	\$ 29319.83	\$ 28865.34
	<b>TOTAL DEFERRED CREDITS</b>	37194.83	37030.34
	<b>TOTAL LIABILITIES</b>	\$ 38482.57	\$ 40718.36
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$177139.19	\$177139.19
211	Paid in Capital in Excess of Par Value	367222.32	347222.32
215	Retained Earnings	16431.50	22690.92
218	Proprietary Capital (Sole Props and Partnerships)		
219	<b>TOTAL CAPITAL</b> Other Capital Accounts	(\$184444.77)	(\$184444.77)
	<b>TOTAL CAPITAL</b>	376348.24	362607.66
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$414830.81	\$403326.02

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 28965.84	\$ 33546.29
460	Unmetered Water Revenue		
474	Other Water Revenues	187.25	105.00
	<b>TOTAL REVENUES</b>	\$ 29153.09	\$ 33651.29
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	2638.74	6764.56
618	Chemicals	160.00	160.00
620	Repairs and Maintenance	1554.64	10080.13
621	Office Supplies and Expense	(3.99)	114.55
630	Outside Services	3475.00	5993.00
635	Water Testing	128.00	699.36
641	Rents		
650	Transportation Expenses	1245.23	194.07
657	Insurance – General Liability	611.00	0.00
659	Insurance - Health and Life	(162.06)	0.00
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	75.00	181.00
403	Depreciation Expense	27480.99	
408	Taxes Other Than Income		
408.11	Property Taxes	2054.60	3184.20
409	Income Tax <b>697 TO REMOVE CIAC PER CC</b>	5678.28	0.00
	<b>TOTAL OPERATING EXPENSES</b>	\$ 44935.43	\$ 27370.87
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	27.00	21.00
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 27.00	\$ 21.00
	<b>NET INCOME/(LOSS)</b>	\$ (15809.34)	\$ 6301.42



<b>COMPANY NAME</b> Granite Mountain Water Co., Inc.
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**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 8165.
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Meter Deposits Refunded During the Test Year	\$ 910.
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**COMPANY NAME** Granite Mountain Water Co., Inc.

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
5511031	1/4	5	6"	1"
502453	1/2	5	6 1/2 "	5/8
511771	2 1/2	10	8"	3"
554078	15	125	8"	3"

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 8490

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3	1	3	
2	1		
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
19,000	1	40	2
5,000	1	40	4

## STATISTICAL INFORMATION

Total number of customers \_\_\_\_\_ 44 \_\_\_\_\_

Total number of gallons sold \_\_\_\_\_ 5,679,380 \_\_\_\_\_ gallons

COMPANY NAME Granite Mountain Water Co., Inc.

YEAR ENDING 12/31/2001

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported 6,259.42  
Estimated or Actual Federal Tax Liability \_\_\_\_\_State Taxable Income Reported 6,259.42  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
**SIGNATURE**May 14, 2002**DATE**Dewey J. Levie  
**PRINTED NAME**President  
**TITLE**

**COMPANY NAME** Granite Mountain Water Co., Inc. **YEAR ENDING 12/31/2001**

<b>WATER AND SEWER UTILITIES ONLY</b>
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**PROPERTY TAXES**

**Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)**

\$ 3,184.20

**Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.**

**If no property taxes paid, explain reasons below:**

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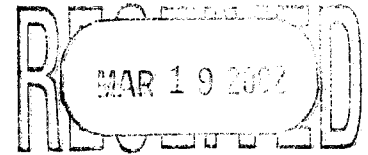
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# **VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only**

**VERIFICATION**STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yavapai</u>	Director of Utilities
NAME (OWNER OR OFFICIAL) TITLE <u>Dewey J. Levie, President</u>	
COMPANY NAME <u>Granite Mountain Water Co., Inc.</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION****FOR THE YEAR ENDING**

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2001</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 35,768.09

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 2,116.80

IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15

DAY OF

  
 SIGNATURE OF OWNER OR OFFICIAL  
(928) 636-0547  
 TELEPHONE NUMBER

COUNTY NAME <u>Yavapai</u>	
MONTH <u>March</u>	YEAR <u>2002</u>

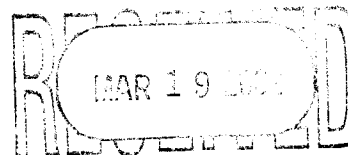
MY COMMISSION EXPIRES

 OFFICIAL SEAL  
**H. DIANE EDWARDS**  
 Notary Public - State of Arizona  
**YAVAPAI COUNTY**  
 My Comm. Expires Mar. 27, 2004

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION  
COMMISSION



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Yavapai

NAME (OWNER OR OFFICIAL)

Dewey J. Levie

TITLE

President

COMPANY NAME

Granite Mountain Water Co., Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 35,768.09

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 2,116.80

IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

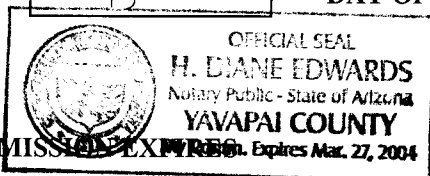
THIS

15

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME

H. Diane Edwards

COUNTY NAME

Yavapai

MONTH March

, 20 02

X

SIGNATURE OF NOTARY PUBLIC

GRANITE MOUNTAIN WATER CO., INC.  
501 N. HIGHWAY  
P. O. BOX 450 520-638-0420  
CHINO VALLEY, AZ 86323

91-564/1221  
60

518

Date 10-23-88

Pay To The  
Order Of Casady Insurance \$ 3184.20  
Three Thousand + One Hundred Eighty Four & 20/100

THE STOCKMEN'S  
BANK  
Chino Valley Branch 1299 N. Hwy. 89  
Chino Valley, AZ 86323

For property tax Sharon Brown

⑆122205045⑆ 5010013307⑆ 0518 ⑆0000318420⑆

102011  
06.000000021

>940901281<

17-00000 5-24-64

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SECRET

NO 02

**12, U0024**

THE CASE, ARIZONA, N.A.  
PHOENIX, ARIZONA

SECRET TO FOREIGN AGENTS

陳國治 謝國興

11

**SECRET**

15 12 92 90 4